By ORR KELLY

Star Staff Writers

The American intelligence community is in the midst of

The American intelligence community is in the midst of its most sweeping realignment since the one that followed the Bay of Pigs fiasco in 1981. One chief aim is to save money by increasing efficiency. But another major purpose is to prepare for a markedly changed world situation that might emerge from the strategic arms limitation to at its stegic arms limitation to at its action of the strategic arms limitation to the strategic arms and print to the strategic arms and the strategic arms are strategic arms and the strategic arms and the strategic arms are strategic arms and the strategic arms are strategic arms and the strategic arms are strategic arms arms are strategic arms are stra

make sure the age.

Masterminding the effort to get ready for the changes is a three-man National Intelligence Resources Board. The gence Resources Board. The board was set up in 1988 by Richard Helms, in his role as director of central intelli-gence, but it is just now get-ting into high gear. Chairman of the board is Marine Lt. Gen. Robert E.

Cushman Jr., who became deputy director of the Central Intelligence Agency last April after commanding Marine units in Vietnam.

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The other two members are Ray Cline, a former CIA man who now heads the State Department's Bureau of Intelligence and Research, and Robert F. Froehlke, assistant secretary of defense for administration.

Cushman, Cline and Froehlke meet whenever there is something to do—sometimes once a week, sometimes once the work of the word three weeks—in the CIA offices in Langley, Va.

The most visible change so

CIA offices in Langley, Va.

The most visible change so far in the nation's intelligence operations is the emergence of Froelike as one of the most influential members of the intelligence community.

A little more than a year ago, he was an insurance company executive in Boston with no more knowledge of intelligence than a casual reader of James B on thrillers. Defense Secretary Melvin R. Laird, a boy ho of fire, Lord, a boy ho of the ship of the

his deputy for administration.

Last April, Laird asked
Froehlke to take a look at defense intelligence activities
and suggest what should be

done. Laird strongly supported creation of the Defense intelligence Agency, following the failure of the Bay of Pigs invasion in 1961, but had since become concerned that the mammoth DIA was not working as well as it should.

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Froehlke's major recommendation was that an assistant secretary of defense be put in charge of management of the whole intelligence operation—and Laird made Froehlke his special assistant for intelligence.

Froehlke also took over acc.

Froehlke also took over as a member of the National Intelligence Resources Board in place of the head of the Defense Intelligence Agency and set up a new deputy assistant.

fense Intelligence Agency and set up a new deputy assistant secretaryship for intelligence in his office.

That office was filled in November with the appointment of Vice Adm. H. G. Bowen Jr., a Naval Academy graduate whose s jaff of 12 intelligence professionals may soon be expanded to 14.

"I'm not an expert on intelligence and I am not technically oriented at all." Froehlker says. "I'm strictly a manager. Adm. Bowen's background is both technical and that of a user of intelligence.

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At the same time that con-

trol over defense intelligence has been centralized, the two biggest Pentagon intelligence units acquired new chiefs as the result of retirements.

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Lt. Gen. Donald V. Bennett,
a 54-year-old West Pointer
with a brilliant Army career,
became head of the Defense
Intelligence Agency last summer, replacing Air Force Lt.
Gen. Joseph F. Carroll, who
had headed the agency since it
was created in 1961.

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And Vice Adm. Noel Gayler, 44, a Naval Academy graduate, left his post as deputy director of the Joint Strategic Target Planning Staff at Offictut Air Force Base, Neb., to become head of the National Security Agency, replacing Lt. Gen. Marshall S. Carter, former deputy director of CIA.

In the last two years, the defense inclligence operation, which controls about 85 percent of the nation's intelligence resources, has come under sharp criticism in Congress, much of it from the House Defense Appropriations

gress, much of it from the House Defense Appropriations subcommittee, of which Laird subcommittee, or which Laird formerly was a member. Two years ago, a group of staff investigators put together a scathing report on operations of the DIA.

In his posture statement to

Congress this year, Laird said he found "intelligence activi-ties diffused, with manage-ment overlapping or non-existent" and listed five criti-cal problems:

existent" and listed five criti-cal problems: Intelligence was being eval-uated poorly, various activi-ties overlapped, there was no long-range plan, significant gaps in intelligence gathering went unnoited and the "intel-ligence community failed to maintain frank and unrestrict-ed internal channels of com-munication."

DIA is not primarily a collector of intelligence, al-though it is responsible for more than a thousand military attaches who openly gather in-formation in foreign countries. DIA's primary job is to pull tary intelligence offices and the defense secretarper it to the defense secretary and the Joint Chiefs of Staff.

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Joint Chiefs of Staff.

The NSA, which has a large headquarters building at Ft. Meade, Md., was formed in 1952 'for the performance of highly specialized technical functions in support of the intelligence activities of the United States.'' Much of its work deals with making and breaking codes.

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However valid the criticism—and it is impossible for anoutsider to judge — Froehlat is confident that impressive steps are being taken to improve the situation.

"Part of it is simple, human things," he said. "Every Friday morning at 7:30, Mel (Laird), Dave (Deputy Defense Secretary Dave Packard) and I and the heads of the inteligence agencies have breakfast and discuss our problems. Once a month, the heads of the service intelligence agencies come to breakfast.

"In the past, months might go without these people talking to each other."

Froehlke has been quite open discussing intelligence operations. He recently sat in his Pentagon office and talked with a reporter on the record for about an hour.

"We managers have to find legitimate ways of saving well selections."

"We managers have to find legitimate ways of saying we are doing a good job," he said. "We would still lose any vote of confidence in Congress. We have to improve our product

— and then sell it."

There still are great barriers to public knowledge of

the workings of the intelligence community — some of them mystifying.

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Last year, for example, DIA told Congress it needed \$75 million or, if military pay is included \$112 million to finance its operations in the 1970 fiscal year. This would support a staff of about 3,506 civilians and 2,776 military men.

men.

No comparable figures were available for the NSA, nor for the service intelligence and cryptological operations. The DIA figure did, however, give some indication of the scope of defense intelligence.

This year, the same kind of information about DIA — budget and number of employes — is classified.

The 1971 Defense Department budget requests a total of \$5.2 billion for intelligence and communications — a drop of about \$500 million from the 1969 figure.

Even though intelligence Even though intelligence cannot be separated meaning-fully from communications, it is clear from conversations with informed officials that the figure for intelligence is

very large — and that it is being cut rather sharply.

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oeing cut rather snarpy.
"The services have taken a signficant cut in intelligence resources," Froehkle said."
"They have made some cuts where it hurts, although they have tried to cut where it hurts the least."

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Much of the effort of the MIRE headed by Cushman is now focused on trying to make a list—actually a computer of the control o